

**A RESOLUTION BY
COMMUNITY DEVELOPMENT
AND HUMAN RESOURCE COMMITTEE**

03- *R* -1312

A RESOLUTION AUTHORIZING THE MAYOR TO:

ENTER INTO A CONTRACT AGREEMENT WITH PROGRESSIVE HOPE HOUSE, INC. FOR THE PURPOSE OF PROVIDING CDBG GRANT FUNDS IN AN AMOUNT NOT TO EXCEED EIGHT HUNDRED THIRTY SIX THOUSAND SIX HUNDRED FIFTY ONE DOLLARS (\$836,651.00), TO BE USED TO HELP FINANCE NEW CONSTRUCTION OF THE "HOPE HOUSE" SHELTER AND TRANSITIONAL HOUSING FACILITY FOR HOMELESS MEN; AND FOR OTHER PURPOSES; AND

ENTER INTO A SHARED PRIORITY AND LOAN ADMINISTRATION AGREEMENT BETWEEN THE CITY OF ATLANTA, THE GEORGIA STATE HOUSING TRUST FUND FOR THE HOMELESS COMMISSION, AND PROGRESSIVE HOPE HOUSE, INC., TO SHARE PRIORITY AND LOAN ADMINISTRATION FOR THE "HOPE HOUSE" PROJECT.

WHEREAS; the City of Atlanta is the recipient of a grant from the U.S. Department of Housing and Urban Development (HUD) under Title I of the Housing and Community Development Act of 1974, as amended; and

WHEREAS; the "Hope House" project has been approved by the City of Atlanta to receive \$500,000.00 (99-O-1885, adopted by Council on 3/6/2000, approved by the Mayor on 3/14/00), \$271,651.00 (02-O-1670, adopted by Council on 11/4/02, approved by the Mayor on 11/8/02), and \$65,000.00 (03-O-0575, adopted by Council on 5/19/03, approved by the Mayor on 5/27/03), for an aggregate total of \$836,651.00 in Community Development Block Grant dollars, funded under this act as amended; and

WHEREAS; the Georgia State Housing Trust Fund for the Homeless Commission is also providing the amount of \$500,000.00 for construction of the "Hope House" project; and

WHEREAS; the City of Atlanta and the Georgia State Housing Trust Fund for the Homeless Commission will share a first priority security interest in the leasehold estate, collateral, rents, and/or other assets assigned to them; and

WHEREAS; the City has obtained a release of funds from the U.S. Department of Housing and Urban Development (HUD) for this project, based on the filing of environmental clearances; and

WHEREAS; the above referenced contract agreements will be used to support new construction of a shelter and transitional housing for homeless men; and

WHEREAS; the proposed project is consistent with the City's Consolidated Plan.

NOW THEREFORE, BE IT RESOLVED BY THE CITY OF ATLANTA, GEORGIA, AS FOLLOWS:

SECTION 1: That the Mayor and/or her designee be and is hereby authorized to enter into a contract agreement with The Progressive Hope House, Inc. for the funding of construction activities associated with the construction of "Hope House", and that the cost of this project activity be charged to and paid from accounts 1B01 529002 Y46P1100A59A, 1B01 529002 Y46P1100A21A, and 1B01, 529002 Y46P1100A23A, in a total amount not to exceed \$836,651.

SECTION 2: That the Mayor and/or her designee be and is hereby authorized to enter into a Shared Priority and Loan Administration Agreement with Progressive Hope House, Inc., and with the State Housing Trust Fund for the Homeless Commission (SHTF) for the purpose of setting out the lien positions and the respective rights to be taken by the City and SHTF with respect to the "Hope House" project.

SECTION 3. That the City's assigned implementing department is authorized hereby to prepare all appropriate contract agreements and related documents, for execution by the Mayor, to be approved by the City Attorney as to form.

SECTION 4: That the said agreements shall not be fully executed nor become fully binding until the following restrictions have been met and approved by the City Attorney:

- A. Because Progressive Hope House, Inc. has appealed the Davis-Bacon wage rates determined and applicable to this project, it will be necessary that a final ruling by HUD and/or the U.S. Department of Labor regarding this appeal be officially delivered to the City. Upon receipt, the applicable Davis-Bacon wage rates/determination and

associated exhibits will be inserted as an exhibit to the contract agreement.

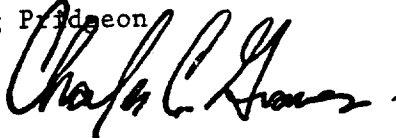
- B. Because this project will be built on property owned by the City of Atlanta, an applicable land use agreement (as authorized by 01-R-1133, dated 9/4/01) must be signed and executed, and officially verified and approved by the City Attorney.
- C. Because the State of Georgia's Department of Community Affairs will act as the "lead agency" in the oversight of this project, a Shared Priority and Loan Administration agreement between the City, the Georgia Housing Trust Fund for the Homeless Commission, and Progressive Hope House, Inc. must be signed and executed, as approved by the City Attorney.
- D. Although the Georgia Department of Community Affairs will act as the "lead agency" in the oversight of this project, the City must concur in the selection of the general construction contractor for the project, and the selected contractor must meet all city bonding and insurance requirements.

SECTION 5: That said agreements shall not become binding on the City and the City shall incur no liability upon same until such contracts have been signed by the Mayor and delivered to the contracting party.

TRANSMITTAL FORM FOR LEGISLATION

To Mayor's Office: Greg Pridgeon

Commissioner Signature:



Director signature



From: Originating Dept. DPCD/Housing

Contact Name Myrna Wilburn x4810

Committee(s) of Purview: Comm. Dev/Human Resources

Committee Deadline: Aug 1, 2003

Committee Meeting Date (s) Aug. 26 - 27, 2003

City Council Meeting Date: Sept. 2, 2003

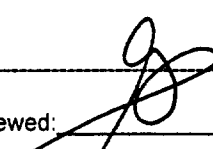
CAPTION: A RESOLUTION AUTHORIZING THE MAYOR TO ENTER INTO A CONTRACT AGREEMENT WITH PROGRESSIVE HOPE HOUSE, INC. FOR THE PURPOSE OF PROVIDING CDBG GRANT FUNDS IN AN AMOUNT NOT TO EXCEED EIGHT HUNDRED THIRTY SIX THOUSAND SIX HUNDRED FIFTY ONE DOLLARS (\$836,651.00) TO BE USED TO HELP FINANCE NEW CONSTRUCTION OF THE "HOPE HOUSE" SHELTER AND TRANSITIONAL HOUSING FACILITY FOR HOMELESS MEN; AND FOR OTHER PURPOSES; AND ENTER INTO A SHARED PRIORITY AND LOAN ADMINISTRATION AGREEMENT BETWEEN THE CITY OF ATLANTA, THE GEORGIA STATE HOUSING TRUST FUND FOR THE HOMELESS COMMISSION, AND PROGRESSIVE HOPE HOUSE, INC., TO SHARE PRIORITY AND LOAN ADMINISTRATION FOR THE "HOPE HOUSE" PROJECT.

FINANCIAL IMPACT (if any): \$836,651.00

BACKGROUND/PURPOSE/DISCUSSION: Funding supports the development of a new shelter and transitional housing facility for 70 homeless men, to be known as "Hope House" which will serve as the housing linkage for the Resource Opportunity Center's day service programs. The facility will be developed on the City-owned parking lot behind Trinity United Methodist Church. This project will be a joint effort between the City, Georgia State Housing Trust Fund for the Coordinated Review With: Homeless Commission and Progressive Hope House, Inc. The State will be the lead government agency to ensure compliance with federal regulations.

Mayor's Staff Only

Received by Mayor's Office: _____ (date)

Reviewed:  _____ (initials) (date)

Submitted to Council: _____ (date)

Action by Committee: ☐ Approved ☐ Adversed ☐ Held ☐ Amended
☐ Substitute ☐ Referred ☐ Other